

**GOVERNMENT OF TELANGANA
ABSTRACT**

Agricultural Marketing Department – Procurement of Paddy under Minimum Support Price (MSP) operations by the Telangana State Cooperative Marketing Federation (T.S.MARKFED) on behalf of Telangana State Civil Supplies Corporation Limited (TSCSCL) during Rabi 2018-19 – Government guarantee for Rs.2,000.00 Crores (Rupees Two thousand Crores) to obtain credit facility from N.C.D.C., New Delhi and permit to transfer of sanctioned loan of Rs.2,000 Crores to the account of Managing Director, TSCSCL under inter corporate loan account – Orders – Issued.

AGRICULTURE AND CO-OPERATION (MKTG.II) DEPARTMENT

G.O.Ms.No. 17

Dated: 25-05-2019

Read the following:-

1. G.O.Ms.No.7, C.A, F&CS (CS.I.CRP) Deptt., Dt.06-05-2019
2. From the Managing Director, TS Markfed, Hyderabad
Lr.Rc.No.612/P&M/Maize/Rabi/2018-19,Dt:20.02.2019.
3. G.O.Rt.No.446, Finance (DMC) Department, Dt. 20.3.2003
4. From the M.D., MARKFED, Lr.Rc.No.564/P&M/ Paddy/
CivilSupplies /2018-19, Dt.25.5.2019.

ORDER:-

In the Letter 2nd read above, the Managing Director, TSMARKFED has stated that the T.S.MARKFED has nominated as Additional Nodal Agency for procurement of 20 Lakhs M.Ts. of Paddy under M.S.P. during Rabi Market Season 2018-19 along with TSCSCL in Telangana is intended to procure Paddy under Price Support Scheme/MSP during Rabi Crop 2017-18 from farmers vide G.O. 1st cited. He has also requested to provide Government Guarantee for taking loan of Rs.2000.00 crores from NCDC, New Delhi for procurement of Paddy towards payments to farmers and incidental expenditure.

2. The Managing Director, TSMARKFED, Hyderabad in his letter 4th read above has requested the Government to permit draw the loan amount of Rs.2,000 Crores from NCDC and same may be transfer to MD, TSCSCL account under inter corporate loan and also permit to charge 0.125% handling charges for the services provided as per the charges which was applied for the procurement of paddy during Khariff 2018-19.

3. Government after careful examination of the matter, hereby accord permission to obtain the credit facility of Rs.2,000.00 crores (Rupees Two Thousand Crores only) by the Telangana State MARKFED from N.C.D.C., New Delhi for procurement of 20 Lakhs MTs of Paddy during Rabi Market Season 2018-19 under Minimum Support Price subject to payment of 2% Guarantee Commission as per the G.O. 3rd read above and credit the same into Government Head of Account mentioned therein and also permit the Managing Director, TS MARKFED to transfer the loan amount of Rs.2,000 Cores (Rupees Two thousand Cores only) which is obtained from the N.C.D.C, New Delhi to the account of VC & Managing Director, TSCSCL, Hyderabad under inter corporate loan account towards payments made to the farmers of Paddy by the TSCSCL duly permitting the Managing Director, TSMARKFED to charge @ 0.125% charges for the services provided by the TS MARKFED duly limiting the total service charges Rs.2.50 Crores subject to condition that all the other charges / fees / duties / taxes if any along with interest to be paid on the above loan transaction shall be borne by the Managing Director, TSCSCL only.

(P.T.O)

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4. The Managing Director, T.S. MARKFED shall follow the procurement guidelines issued by the Government and TSCSCL from time to time and terms and conditions of the credit providers. Government of Telangana also stand guarantee in respect of Credit Facility for Rs.2,000.00 Crores to be obtained by TS MARKFED from the National Cooperative Development Corporation (N.C.D.C.), New Delhi for procurement of 20 Lakhs MTs of Paddy during Rabi season 2018-19 under MSP.
5. The Managing Director, TSMARKFED shall take further action accordingly.
6. This order issued with the concurrence of Finance Deptt. vide their U.O.No.1687/183/A1/DCM/2019, Dt.21-05-2019.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF TELANGANA)

**C.PARTHA SARATHI,
APC & PRINCIPAL SECRETARY TO GOVERNMENT.**

To
The Managing Director, TS MARKFED, Hyderabad.
The Commissioner of Civil Supplies, Telangana, Hyderabad.
The VC & MD Telangana State Civil Supplies Corporation Limited.
The Director of Agricultural Marketing, Telangana State, Hyderabad.
Copy to:
The P.S. to Secretary to C.M.
The P.S. to Minister (Agri & Mktg.).
The P.S. to APC & Principal Secretary to Government.
The Finance (DCM) Department.
SF/SCs.

// FORWARDED:: BY ORDER //

SECTION OFFICER